

**Security Council**

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**Letter dated 3 March 2005 from the Chairman of the
Security Council Committee established pursuant to resolution
1373 (2001) concerning counter-terrorism addressed to the
President of the Security Council**

I refer to my predecessor's letter of 11 June 2003 (S/2003/649). The Counter-Terrorism Committee has received the attached interim third report from Nauru submitted pursuant to paragraph 6 of resolution 1373 (2001) (see annex). I would be grateful if you could arrange for the present letter and its annex to be circulated as a document of the Security Council.

(Signed) Andrey I. Denisov
Chairman

Security Council Committee established pursuant to
resolution 1373 (2001) concerning counter-terrorism



Annex

Letter dated 10 February 2005 from the Permanent Representative of Nauru to the United Nations addressed to the Chairman of the Counter-Terrorism Committee

I have the honour to transmit the Republic of Nauru's interim third report, which outlines new laws passed towards the end of 2004 relating to Nauru's effort to comply with Security Council resolution 1373 (2001), United Nations conventions on terrorism and the FATF 40 recommendations on anti-money-laundering and eight special recommendations to combat the financing of terrorism (see enclosure).

As I have indicated in the interim report, the National Coordinating Committee is in the process of preparing Nauru's substantive response to the questions raised by the Committee in its letter of 8 June 2003.

(Signed) Vince N. Clodumar
Ambassador
Permanent Representative

Enclosure*

Report to the Counter-Terrorism Committee in response to its letter dated 6 June 2003

Interim third report

Implementation Measures

Paragraph 1.2

The purpose of this interim report is to transmit to the Counter-Terrorism Committee the newly enacted laws referred to in Nauru's second report on page 3 and which the CTC has requested under its paragraph 1.2 of its letter the status of legislative action.

In the latter part of 2004, the Government of Nauru enacted through Parliament new laws to implement the enforcement, within national jurisdiction, of international laws to relating to the combating of terrorism, transboundary organised crimes and against money laundering pursuant to the United Nations Conventions on Terrorism, Security Council resolution 1373 (2001) and the Financial Action Task Force (FATF) 40 Recommendations against Financing of Terrorism, respectively. The following are the new laws:

Corporation (Amendment) Act 2004 (Certified on 6th September 2004)

To amend and repeal, as the case maybe, of certain provisions of the Corporation (Amendment) Act of 2003. The Act extinguished the power of the Minister to grant, renew or repeal licenses to corporations and foreign corporations to carry on the business of banking; any existing licenses shall expire and be voided at the end of 30 days from after the commencement of the Act (that is 30 days after 6th September 2004).

Anti Money Laundering Act 2004 (Certified on 6th September 2004)

For the purpose of renewing the Anti-Money Laundering Act 2003 to prevent money laundering; to establish a Financial Investigation Unit and regime for financial transactions reporting; customer due diligence, record keeping and other obligations of financial institutions; to strengthen law enforcement and enable co-operation with foreign States, and for related purposes.

* Additional information is on file with the Secretariat and is available for consultation.

Counter Terrorism and Transnational Organised Crime Act 2004 (Certified on 3rd November 2004)

To prevent terrorists from operating in Nauru; and to prevent persons in Nauru from taking part in or supporting terrorists and related activities.

Proceeds of Crimes Act 2004 (Certified on 3rd November 2004)

To provide for the confiscation of the proceeds of serious offences.

Mutual Assistance in Criminal Matters Act 2004

To make provision for mutual international assistance in criminal matters.

The Government of the Republic of Nauru through the newly formed National Coordinating Committee on Anti Money Laundering and Countering the Financing of Terrorism (NCC on AML/CTF) will prepare the substantive response to the questions raised in the CTC's letter of 6 June 2003. However, it would be appropriate to say that the questions raised by the CTC were helpful in providing the area of focus in the course of drafting the new legislations. The terms of reference of the NCC is enclosed in the CD for the information of the Committee.

It is anticipated that the third report would be transmitted sometime in March 2005.